DISCLAIMER

This electronic version of an SCC order is for informational purposes only and is not an official document of the Commission. An official copy may be obtained from the Clerk of the Commission, Document Control Center.

COMMONWEALTH OF VIRGINIA

STATE CORPORATION COMMISSION

AT RICHMOND, OCTOBER 30, 2001

APPLICATION OF

ENRON ENERGY MARKETING CORP.

CASE NO. PUE010484

For a permanent license to conduct business as a natural gas competitive service provider

and

APPLICATION OF

ENRON ENERGY MARKETING CORP.

CASE NO. PUE000489

For a license to conduct business as a competitive service provider in a natural gas retail access pilot program

ORDER GRANTING LICENSE

On August 31, 2001, Enron Energy Marketing Corp., ("EEMC" or "the Company"), filed an application with the State Corporation Commission ("Commission") to convert its pilot license, License No. PG-14, to a permanent license to provide competitive natural gas service to commercial and residential retail customers within the natural gas retail access programs of Washington Gas Light Company ("WGL") and Columbia Gas of

¹ This license, issued in Case No. PUE000489, authorizes EEMC to provide competitive natural gas service in the retail access pilot programs of WGL and CGV.

Virginia, Inc. ("CGV"). The Company attested that it would abide by all applicable regulations of the Commission as required by 20 VAC 5-312-40 B of the Commission's Rules Governing Retail Access to Competitive Energy Services ("Retail Access Rules").

On September 24, 2001, the Commission issued its Order For Notice and Comment. This Order docketed the case, required EEMC to provide notice of its application to WGL and CGV, and provided for the receipt of comments on the application. No comments on EEMC's application were received.

On October 9, 2001, EEMC filed proof of the service of the Commission's September 24, 2001 Order for Notice and Comment on WGL and CGV as required by Ordering Paragraph (4) of the September 24, 2001 Order.

On October 22, 2001, the Staff filed a Response to EEMC's application ("Response"). In its Response, the Staff recommended that a license be granted to EEMC to conduct business as a competitive service provider in a natural gas retail access program serving commercial and residential retail customers in WGL and CGV's service territories, and that the docket granting the Company its pilot license, Case No.

PUE000489, be closed. Staff also recommended that EEMC be directed to file the reports required by the Commission's Interim Rules Governing Electric and Natural Gas Retail Access

Pilot Programs, 20 VAC 5-311-10 et seq., ("Interim Rules") in the captioned docket, Case No. PUE010484. Staff asserted that this action would result in the efficient administration of the Commission's docket.

NOW UPON consideration of EEMC's application to convert its present license to a permanent license to conduct these activities, and the Staff's Response thereto, the Commission is of the opinion and finds that EEMC's request should be granted; that Case No. PUE000489 should be closed; and that any reports that EEMC must file in accordance with the Interim Rules should be filed in the captioned docket, Case No. PUE010484.

Accordingly, IT IS ORDERED THAT:

- (1) EEMC's pilot license, License No. PG-14, is hereby cancelled and replaced with License No. G-5 for the provision of competitive natural gas service to commercial and residential retail customers in WGL and CGV's service territory in accordance with the terms of WGL and CGV's permanent retail access programs.
- (2) These licenses are not valid authority for the provision of any product or service not identified within the license itself.
- (3) Failure of Enron Energy Marketing Corp. to comply with the Interim Rules, the Retail Access Rules, the provisions of this Order, other State Corporation Commission orders and rules,

or other applicable state or federal laws may result in an enforcement action by the Commission including, without limitation, the revocation, suspension, or modification of the license granted herein, the refusal to renew such license, the imposition of appropriate fines and penalties, or such other additional actions as may be necessary to protect the public interest.

- (4) Case No. PUE000489 is hereby dismissed.
- (5) This matter shall remain open to receive the reports required by the Interim Rules and the Retail Access Rules, as well as any subsequent amendments or modifications to the license granted herein.